

SUPPLIER DIVERSITY POLICY SESSION

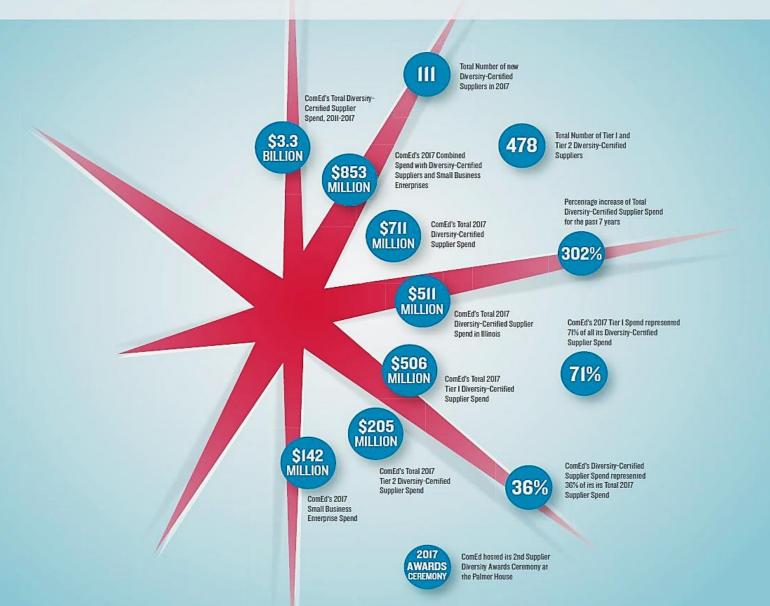
Illinois Commerce Commission

September 5, 2018

COMED'S COMMITMENT TO DIVERSITY

- ComEd's Diversity-Certified Supplier
 Spend represented 36% of its Total 2017
 Supplier Spend
- ✓ Tier 1 spend represented 71% of the Total Diversity-Certified Supplier Spend
- ComEd added 111 New Diversity-Certified Suppliers in 2017 adding to a total of 478 diverse suppliers
- Minority-owned Business Enterprises
 (MBE) represented 48% of ComEd's 2017
 Total Diverse-Certified Supplier Spend
- Woman-owned Business Enterprises (WBE) represented \$342 million of Total Diverse Spend. Furthermore, WBE's made-up 51% of the total diversity-certified spend

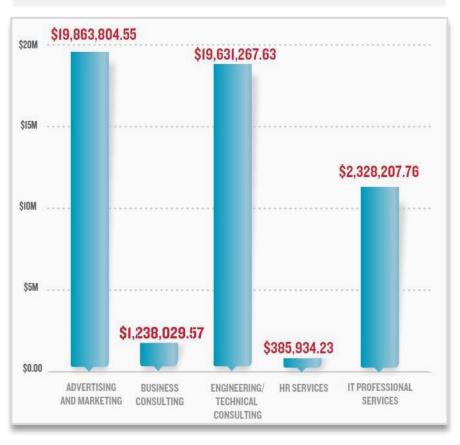
The graphic below illustrates what ComEd's commitment to diversity-certified suppliers means to the Illinois economy and to the economic vitality of the communities in which we operate. This report demonstrates how the economic activity we generate benefits our employees, companies, cities, and towns throughout the state. Our continued commitment to diversity-certified supplier inclusion contributed to another year of positive growth in the company and in our communities.





COMED'S PROFESSIONAL SERVICES

COMED'S 2017 PROFESSIONAL SERVICES/HIGH-MARGIN STRATEGY



- ComEd's 2017 Tier 1 diversity-certified
 Professional Services spend exceeded
 \$42 million
- ✓ Tier 1 diversity-certified suppliers made up nearly 66% of the total category spend in Advertising and Marketing
- ✓ 59% of ComEd's diversity-certified supplier spend in Engineering/Technical Consulting was with MBE contractors
- ✓ Of ComEd's 19 Enterprise All In (EAI) program participants, 8 firms are diversity-certified professional services



Kimberly Moore (center), founder of *KDM Engineering*, receives ComEd's Diverse Business Partner Award for Overall Performance for Professional Services.

After the introduction of the EIMA, KDM Engineering was brought on to ComEd's Smart Grid program. Over the last 3 years, KDM fielded, surveyed, analyzed, designed, and permitted over 3,000 locations in the ComEd territory to develop a radio network.



COMED'S ENTERPRISE ALL IN (EAI) DIVERSE SUPPLIER DEVELOPMENT ACADEMY

- ✓ The EAI equips a selected 19 diversity certified suppliers with the tools and knowledge to attain their next level of business growth
- Participants gain knowledge through one-on-one mentorships, hands on support, and educational workshops that focus on: enhancing business skills, safety policies, and the Exelon/ComEd bidding process
- ✓ The purpose of EAI is to develop scalable, regionally centered, diversity certified **suppliers** by directly impacting the development of minority-, women- and veteran-owned, certified businesses
- ✓ The 19 selected diversity certified businesses include: 12 MBE's, 5 WBE's, and 2 VBE's. Additionally, there is a strong focus on Illinoisbased enterprises, including Chicago United's **5 Forward Participants**





Top Left: Shon Harris, President of LiveWire Electrical Systems, Ltd., accepting ComEd's Rising Star Supplier Diversity Award.

Top Right: Lauren Casentini, President of Resource Innovations, ComEd's first WBE contractor in the energy efficiency implementation category.

Bottom Left: Arabel Alva Roasles, President and CEO of AAR & Associates, Ltd., a MBE/WBE management and technology firm.

Bottom Right: Jackie and Cyndi Richter of Heels & Hardhats Contracting Corp., a WBE/LGBT construction firm.





COMED'S MINORITY REGULATORY LAW FIRM PARTNERSHIP INITIATIVE

BACKGROUND INFORMATION

- Launched in 2017, The Minority Regulatory Law Firm Partnership Initiative, is deepening expertise and helping to create opportunities for minority-owned law firms doing regulatory work on behalf of ComEd before the Illinois Commerce Commission (ICC)
- ✓ The Initiative includes a
 training curriculum taught by ComEd
 attorneys, outside counsel, and other
 experts
 - ✓ Topics include: Ratemaking, Rate Design, Reconciliations, Cost Recovery, & ICC policies and procedures as well as information on major Illinois legislation.

UPDATES AND PROGRESS

- ✓ Participating law firms have completed sessions on 14 topics, totaling 21 hours of training
- ✓ Sessions addressed: the Future Energy Jobs Act (FEJA), Federal Energy Regulatory Commission (FERC) regulations, energy efficiency, ratemaking, rate design, and ICC procedures
- ✓ The firms have worked on ComEd affiliate transactions, energy efficiency dockets, the microgrid proceeding, the 2018 formula rate case, customer complaint cases, pole attachment issues, and NextGrid



Homero Tristan (founding Partner) and Pedro Cervantes (managing partner), of *Tristan & Cervantes*, are working with ComEd on the ICC's NextGrid Initiative and customer complaint cases



Ken Johnson, managing partner of Johnson, Blumberg & Assoc., is working on ComEd's Microgrid and Community of the Future project in Bronzeville.



